

Fill in this information to identify the case:

Debtor name Texas Speed Dynamics LLC

United States Bankruptcy Court for the: NORTHERN DISTRICT OF TEXAS

Case number (if known) 22-40934-elm7

☐ Check if this is an amended filing

Official Form 207

Statement of Financial Affairs for Non-Individuals Filing for Bankruptcy

04/22

The debtor must answer every question. If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write the debtor's name and case number (if known).

Part 1: Income**1. Gross revenue from business**

☐ None

Identify the beginning and ending dates of the debtor's fiscal year, which may be a calendar year

Sources of revenue
Check all that apply.

Gross revenue
(before deductions and exclusions)

From the beginning of the fiscal year to filing date:

From 01/01/2022 to

Filing date

☒ Operating a business
☐ Other

\$154,724.00

For prior year:

From 01/01/2021 to

12/31/2021

☒ Operating a business
☐ Other

\$916,957.00

For the year before that:

From 01/01/2020 to

12/31/2020

☒ Operating a business
☐ Other

\$343,183.00

2. Non-business revenue

Include revenue regardless of whether that revenue is taxable. *Non-business income* may include interest, dividends, money collected from lawsuits, and royalties. List each source and the gross revenue for each separately. Do not include revenue listed in line 1.

☒ None

Part 2: List Certain Transfers Made Before Filing for Bankruptcy**3. Certain payments or transfers to creditors within 90 days before filing this case**

List payments or transfers--including expense reimbursements--to any creditor, other than regular employee compensation, within 90 days before filing this case unless the aggregate value of all property transferred to that creditor is less than \$7,575. (This amount may be adjusted on 4/01/25 and every 3 years after that with respect to cases filed on or after the date of adjustment.)

☐ None

| Creditor's name and address | Dates | Total amount or value | Reasons for payment or transfer Check all that apply |
|--|---|--------------------------|--|
| 3.1. National Funding, Inc. Creditor's name 9530 Towne Centre Drive, Ste 120 Street | 2/2022 3/2022 4/2022 | \$19,319.30 | <input type="checkbox"/> Secured debt <input checked="" type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input type="checkbox"/> Other |
| San Diego City | CA State | 92121 ZIP Code | |

| | | | |
|--------|---|--|---|
| Debtor | Texas Speed Dynamics LLC Name | | Case number (if known) 22-40934-elm7 |
|--------|---|--|---|

| | Creditor's name and address | Dates | Total amount or value | Reasons for payment or transfer <i>Check all that apply</i> |
|------|---|---|-----------------------|---|
| 3.2. | Reliant Funding Creditor's name 9540 Town Centre Drive, Suite 200 Street | 2/2022 3/2022 4/2022 | \$26,568.30 | <input type="checkbox"/> Secured debt <input checked="" type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input type="checkbox"/> Other _____ |
| | San Diego CA 92142 City State ZIP Code | | | |
| | <hr/> | | | |
| | Creditor's name and address | | | |
| 3.3. | American Express Creditor's name PO Box 981535 Street | 2/2022 3/2022 4/2022 | \$21,148.00 | <input type="checkbox"/> Secured debt <input checked="" type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input type="checkbox"/> Other _____ |
| | El Paso TX 79998 City State ZIP Code | | | |
| | <hr/> | | | |
| | Creditor's name and address | | | |
| 3.4. | Wells Fargo MC/VISA Creditor's name PO Box 29482 Street | 2/2022 3/2022 4/2022 | \$54,500.00 | <input type="checkbox"/> Secured debt <input checked="" type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input type="checkbox"/> Other _____ |
| | Phoenix AZ 85038 City State ZIP Code | | | |
| | <hr/> | | | |
| | Creditor's name and address | | | |
| 3.5. | Secret Properties Creditor's name PO Box 213 Street | 2/2022 3/2022 4/2022 | \$25,600.00 | <input checked="" type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input type="checkbox"/> Other _____ |
| | Kennedale TX 76060 City State ZIP Code | | | |
| | <hr/> | | | |
| | Creditor's name and address | | | |
| 3.6. | City Motor Supply Creditor's name 11670 Harry Hines Blvd Street | 2/2022 3/2022 4/2022 | \$10,360.10 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input checked="" type="checkbox"/> Services <input type="checkbox"/> Other _____ |
| | Dallas TX 75229 City State ZIP Code | | | |
| | <hr/> | | | |
| | Creditor's name and address | | | |
| 3.7. | Adrian Sanchez Creditor's name Street City State ZIP Code | 4/2022 | \$1,500.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Customer Refund |

| | | | |
|--------|---|--|---|
| Debtor | Texas Speed Dynamics LLC Name | | Case number (if known) 22-40934-elm7 |
|--------|---|--|---|

| | Creditor's name and address | Dates | Total amount or value | Reasons for payment or transfer <i>Check all that apply</i> |
|-------|--|---------------|-----------------------|---|
| 3.8. | Matt Dixon Creditor's name _____ Street _____ _____ City State ZIP Code | 4/2022 | \$10,000.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Customer Refund |
| 3.9. | Terry Conerly Creditor's name _____ Street _____ _____ City State ZIP Code | 4/2022 | \$20,000.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Customer Refund |
| 3.10. | Tony Alvarez Creditor's name 6412 Redstone Drive Street _____ _____ Arlington TX 76001 City State ZIP Code | 4/2022 | \$3,000.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Refund |
| 3.11. | Wilson Wilcox Creditor's name _____ Street _____ _____ City State ZIP Code | 4/2022 | \$3,000.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Refund |
| 3.12. | Jorge Ordaz Creditor's name _____ Street _____ _____ City State ZIP Code | 4/2022 | \$3,000.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Refund |
| 3.13. | Chris Klause Creditor's name _____ Street _____ _____ City State ZIP Code | 4/2022 | \$3,000.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Refund |

Debtor **Texas Speed Dynamics LLC** Case number (if known) **22-40934-elm7**
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| | Creditor's name and address | Dates | Total amount or value | Reasons for payment or transfer <i>Check all that apply</i> |
|-------|---|---------------|------------------------------|--|
| 3.14. | Jay Bishop Creditor's name Street City State ZIP Code | 4/2022 | \$2,200.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Refund |
| 3.15. | Jodi Kubacki Creditor's name Street City State ZIP Code | 4/2022 | \$3,600.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Refund |
| 3.16. | Gordon Bonnell Creditor's name Street City State ZIP Code | 4/2022 | \$3,500.00 | <input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other Refund |

4. Payments or other transfers of property made within 1 year before filing this case that benefited any insider

List payments or transfers, including expense reimbursements, made within 1 year before filing this case on debts owed to an insider or guaranteed or co-signed by an insider unless the aggregate value of all property transferred to or for the benefit of the insider is less than \$7,575. (This amount may be adjusted on 4/01/25 and every 3 years after that with respect to cases filed on or after the date of adjustment.) Do not include any payments listed in line 3. Insiders include officers, directors, and anyone in control of a corporate debtor and their relatives; general partners of a partnership debtor and their relatives; affiliates of the debtor and insiders of such affiliates; and any managing agent of the debtor. 11 U.S.C. § 101(31).

☐ None

| | Insider's name and address | Dates | Total amount or value | Reasons for payment or transfer |
|------|--|----------------|------------------------------|---|
| 4.1. | Robert Chadd Higgs Insider's name Street City State ZIP Code | various | | presumption of withdrawals from LLC - Robert Chadd Higgs' salary was supposed to be \$10,000 per month. Because customer deposits were understated by approximately 70%, there is a reasonable belief that Robert Chadd Higgs converted customer deposits to his own personal use. |
| | Relationship to debtor former owner | | | |

Debtor **Texas Speed Dynamics LLC**
NameCase number (if known) **22-40934-elm7****5. Repossessions, foreclosures, and returns**

List all property of the debtor that was obtained by a creditor within 1 year before filing this case, including property repossessed by a creditor, sold at a foreclosure sale, transferred by a deed in lieu of foreclosure, or returned to the seller. Do not include property listed in line 6.

☒ None**6. Setoffs**

List any creditor, including a bank or financial institution, that within 90 days before filing this case set off or otherwise took anything from an account of the debtor without permission or refused to make a payment at the debtor's direction from an account of the debtor because the debtor owed a debt.

☒ None**Part 3: Legal Actions or Assignments****7. Legal actions, administrative proceedings, court actions, executions, attachments, or governmental audits**

List the legal actions, proceedings, investigations, arbitrations, mediations, and audits by federal or state agencies in which the debtor was involved in any capacity--within 1 year before filing this case.

☒ None**8. Assignments and receivership**

List any property in the hands of an assignee for the benefit of creditors during the 120 days before filing this case and any property in the hands of a receiver, custodian, or other court-appointed officer within 1 year before filing this case.

☒ None**Part 4: Certain Gifts and Charitable Contributions****9. List all gifts or charitable contributions the debtor gave to a recipient within 2 years before filing this case unless the aggregate value of the gifts to that recipient is less than \$1,000**☒ None**Part 5: Certain Losses****10. All losses from fire, theft, or other casualty within 1 year before filing this case.**☐ None

| Description of the property lost and how the loss occurred | Amount of payments received for the loss If you have received payments to cover the loss, for example, from insurance, government compensation, or tort liability, list the total received. List unpaid claims on Official Form 206A/B (Schedule A/B: Assets -- Real and Personal Property). | Date of loss | Value of property lost |
|--|--|--------------|------------------------|
| Car parts, breakin police report #2022-04213 | \$0.00 | 4/2/2022 | \$18,000.00 |

Debtor **Texas Speed Dynamics LLC**
NameCase number (if known) **22-40934-elm7****Part 6: Certain Payments or Transfers****11. Payments related to bankruptcy**

List any payments of money or other transfers of property made by the debtor or person acting on behalf of the debtor within 1 year before the filing of this case to another person or entity, including attorneys, that the debtor consulted about debt consolidation or restructuring, seeking bankruptcy relief, or filing a bankruptcy case.

☐ None

| | Who was paid or who received the transfer? | If not money, describe any property transferred | Dates | Total amount or value |
|-------|--|---|-------------------|-----------------------|
| 11.1. | Law Office of Alice Bower | Attorney fees \$10,000 plus costs of \$338 paid 4/1/2022 | 04/01/2022 | \$10,000.00 |
| | Address | | | |
| | 6421 Camp Bowie Blvd. Suite 300 | | | |
| | Street | | | |
| | Fort Worth TX 76116 | | | |
| | City State ZIP Code | | | |
| | Email or website address | | | |
| | Who made the payment, if not debtor? | | | |
| | Robert Lain | | | |

12. Self-settled trusts of which the debtor is a beneficiary

List any payments or transfers of property made by the debtor or a person acting on behalf of the debtor within 10 years before the filing of this case to a self-settled trust or similar device.
Do not include transfers already listed on this statement.

☒ None**13. Transfers not already listed on this statement**

List any transfers of money or other property--by sale, trade, or any other means--made by the debtor or a person acting on behalf of the debtor within 2 years before the filing of this case to another person, other than property transferred in the ordinary course of business or financial affairs. Include both outright transfers and transfers made as security. Do not include gifts or transfers previously listed on this statement.

☒ None**Part 7: Previous Locations****14. Previous addresses**

List all previous addresses used by the debtor within 3 years before filing this case and the dates the addresses were used.

☒ Does not apply

Debtor **Texas Speed Dynamics LLC**
NameCase number (if known) **22-40934-elm7****Part 8: Health Care Bankruptcies****15. Health Care bankruptcies**

Is the debtor primarily engaged in offering services and facilities for:

- ☐ diagnosing or treating injury, deformity, or disease, or
- ☐ providing any surgical, psychiatric, drug treatment, or obstetric care?

☒ No. Go to Part 9.☐ Yes. Fill in the information below.**Part 9: Personally Identifiable Information****16. Does the debtor collect and retain personally identifiable information of customers?**☒ No.☐ Yes. State the nature of the information collected and retained _____

Does the debtor have a privacy policy about that information?

☐ No.☐ Yes.**17. Within 6 years before filing this case, have any employees of the debtor been participants in any ERISA, 401(k), 403(b) or other pension or profit-sharing plan made available by the debtor as an employee benefit?**☒ No. Go to Part 10.☐ Yes. Does the debtor serve as plan administrator?☐ No. Go to Part 10.☐ Yes. Fill in below:**Part 10: Certain Financial Accounts, Safe Deposit Boxes, and Storage Units****18. Closed financial accounts**

Within 1 year before filing this case, were any financial accounts or instruments held in the debtor's name, or for the debtor's benefit, closed, sold, moved, or transferred?

Include checking, savings, money market, or other financial accounts, certificates of deposit, and shares in banks, credit unions, brokerage houses, cooperatives, associations, and other financial institutions.

☒ None**19. Safe deposit boxes**

List any safe deposit box or other depository for securities, cash, or other valuables the debtor now has or did have within 1 year before filing this case.

☒ None

Debtor **Texas Speed Dynamics LLC**
NameCase number (if known) **22-40934-elm7****20. Off-premises storage**

List any property kept in storage units or warehouses within 1 year before filing this case. Do not include facilities that are in a part of a building in which the debtor does business.

☐ None

| Facility name and address | Names of anyone with access to it | Description of the contents | Does debtor still have it? |
|---|---|---|--|
| <u>The Ranch Boat Storage</u> Name | <u>Robert Chadd Higgs</u> Address | nothing at time of filing - previously customer cars were stored at the facility | <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes |
| <u>7826 Rendon Bloodworth Rd</u> Street | | | |

| | | |
|---------------------------------|---------------------------|---------------------------------|
| <u>Mansfield</u> City | <u>TX</u> State | <u>76063</u> ZIP Code |
|---------------------------------|---------------------------|---------------------------------|

Part 11: Property the Debtor Holds or Controls That the Debtor Does Not Own**21. Property held for another**

List any property that the debtor holds or controls that another entity owns. Include any property borrowed from, being stored for, or held in trust. Do not list leased or rented property.

☐ None

| Owner's name and address | Location of the property | Description of the property | Value |
|---|------------------------------------|---|-------|
| <u>Various Customers</u> Name | <u>6580 Dick Price Road</u> | There are still 11 vehicles at the company that belong to customers. Debtor will have to identify the owners from the VIN. | |
| <u>Street</u> | <u>Mansfield TX 76063</u> | | |
| <u>City</u> | <u>State</u> <u>ZIP Code</u> | | |

Debtor **Texas Speed Dynamics LLC**
NameCase number (if known) **22-40934-elm7****Part 12: Details About Environmental Information**

For the purpose of Part 12, the following definitions apply:

- *Environmental law* means any statute or governmental regulation that concerns pollution, contamination, or hazardous material, regardless of the medium affected (air, land, water, or any other medium).
- *Site* means any location, facility, or property, including disposal sites, that the debtor now owns, operates, or utilizes or that the debtor formerly owned, operated, or utilized.
- *Hazardous material* means anything that an environmental law defines as hazardous or toxic, or describes as a pollutant, contaminant, or a similarly harmful substance.

Report all notices, releases, and proceedings known, regardless of when they occurred.**22. Has the debtor been a party in any judicial or administrative proceeding under any environmental law?**

Include settlements and orders.

- ☒ No
☐ Yes. Provide details below.

23. Has any governmental unit otherwise notified the debtor that the debtor may be liable or potentially liable under or in violation of an environmental law?

- ☒ No
☐ Yes. Provide details below.

24. Has the debtor notified any governmental unit of any release of hazardous material?

- ☒ No
☐ Yes. Provide details below.

Part 13: Details About the Debtor's Business or Connections to Any Business**25. Other businesses in which the debtor has or has had an interest**

List any business for which the debtor was an owner, partner, member, or otherwise a person in control within 6 years before filing this case. Include this information even if already listed in the Schedules.

- ☒ None

26. Books, records, and financial statements

26a. List all accountants and bookkeepers who maintained the debtor's books and records within 2 years before filing this case.

- ☐ None

Name and address**Dates of service**26a.1. **Weaver and Assurance Tax Advisory**From **03/2022** To **present**

Name

2821 W. 7th Street, Suite 700

Street

Fort Worth**TX****76107**

City

State

ZIP Code

Debtor **Texas Speed Dynamics LLC** Case number (if known) **22-40934-elm7**
 Name

- 26b. List all firms or individuals who have audited, compiled, or reviewed debtor's books of account and records or prepared a financial statement within 2 years before filing this case.

☐ None

Name and address

Dates of service

26b.1. **will supplement**

From _____ **To** _____

Name

Street

City

State

ZIP Code

- 26c. List all firms or individuals who were in possession of the debtor's books of account and records when this case is filed.

☒ None

- 26d. List all financial institutions, creditors, and other parties, including mercantile and trade agencies, to whom the debtor issued a financial statement within 2 years before filing this case.

☒ None

27. Inventories

Have any inventories of the debtor's property been taken within 2 years before filing this case?

☒ No.

☐ Yes. Give the details about the two most recent inventories.

28. List the debtor's officers, directors, managing members, general partners, members in control, controlling shareholders, or other people in control of the debtor at the time of the filing of this case.

| Name | Address | Position and nature of any interest | % of interest, if any |
|----------------|---|-------------------------------------|-----------------------|
| Robert D. Lain | 4405 Thorp Lane Fort Worth, TX 76244 | president since 11/2021 | 100% |

29. Within 1 year before the filing of this case, did the debtor have officers, directors, managing members, general partners, members in control of the debtor, or shareholders in control of the debtor who no longer hold these positions?

☐ No

☒ Yes. Identify below.

| Name | Address | Position and nature of any interest | Period during which position or interest was held |
|--------------------|--|-------------------------------------|---|
| Robert Chadd Higgs | 3411 Bridlegate Drive Arlington, TX 76016 | president | From <u>06/2020</u> To <u>11/2021</u> |

Debtor **Texas Speed Dynamics LLC**
NameCase number (if known) **22-40934-elm7****30. Payments, distributions, or withdrawals credited or given to insiders**

Within 1 year before filing this case, did the debtor provide an insider with value in any form, including salary, other compensation, draws, bonuses, loans, credits on loans, stock redemptions, and options exercised?

- ☒ No
☐ Yes. Identify below.

31. Within 6 years before filing this case, has the debtor been a member of any consolidated group for tax purposes?

- ☒ No
☐ Yes. Identify below.

32. Within 6 years before filing this case, has the debtor as an employer been responsible for contributing to a pension fund?

- ☒ No
☐ Yes. Identify below.

Part 14: Signature and Declaration

WARNING -- Bankruptcy fraud is a serious crime. Making a false statement, concealing property, or obtaining money or property by fraud in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

I have examined the information in this *Statement of Financial Affairs* and any attachments and have a reasonable belief that the information is true and correct.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on **05/16/2022**
MM / DD / YYYY

X /s/ Robert David LainPrinted name **Robert David Lain**

Signature of individual signing on behalf of the debtor

Position or relationship to debtor **President**

Are additional pages to *Statement of Financial Affairs for Non-Individuals Filing for Bankruptcy* (Official Form 207) attached?

- ☒ No
☐ Yes